

ArcelorMittal Commercial Denmark ApS

Kigkurren 8E 3.tv

2300 Copenhagen S

CVR No. 10090067

Annual Report 2023

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 19 June 2024

Alex Mørch-Petersen
Chairman

Contents

Management's Statement	3
The independent auditor's report	4
Company Information	6
Management's Review	7
Accounting Policies	8
Income Statement	11
Balance Sheet	12
Statement of changes in Equity	14
Notes	15

Management's Statement

Today, Management has considered and adopted the Annual Report of ArcelorMittal Commercial Denmark ApS for the financial year 1 January 2023 - 31 December 2023.

The Annual Report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January 2023 - 31 December 2023.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 19 June 2024

Executive Board

Alex Mørch-Petersen
CEO

Flemming Nielsen
CEO

The independent auditor's report

To the shareholders of ArcelorMittal Commercial Denmark ApS

Conclusion

We have performed an extended review of the Financial Statements of ArcelorMittal Commercial Denmark ApS for the financial year 1 January - 31 December 2023, which comprise income statement, Balance Sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The Financial Statements are prepared under the Danish Financial Statements Act.

Based on the work performed in our opinion, the Financial Statements give a true and fair view of the Company's financial position at 31 December 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

Basis for Conclusion

We conducted our extended review in accordance with the Danish Business Authority's Assurance Standard for Small Enterprises and FSR Danish Auditors' standard on extended review of Financial Statements prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's Responsibilities for the Extended Review of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of Financial Statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such Internal control as Management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Extended Review of the Financial Statements

Our responsibility is to express a conclusion on the Financial Statements. This requires that we plan and perform procedures in order to obtain limited assurance for our conclusion on the Financial Statements and in addition perform specifically required supplementary procedures to obtain further assurance for our conclusion.

An extended review comprises procedures that primarily consist of making inquiries of Management and others within the Company, as appropriate, analytical procedures and the specifically required supplementary procedures as well as evaluation of the evidence obtained.

The procedures performed in an extended review are less than those performed in an audit, and accordingly, we do not express an audit opinion on the Financial Statements.

The independent auditor's report

Statement on the Management Commentary

Management is responsible for the Management Commentary.

Our conclusion on the Financial Statements does not cover the Management Commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the Financial Statements, our responsibility is to read the Management Commentary and, in doing so, consider whether the Management Commentary is materially inconsistent with the Financial Statements or our knowledge obtained during the extended review, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management Commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management Commentary is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in the Management Commentary.

Copenhagen, 19 June 2024

BDO statsautoriseret revisionsaktieselskab

CVR-no. 20222670

Iben Larsen

State Authorised Public Accountant

mne34474

ArcelorMittal Commercial Denmark ApS

Company details

Company	ArcelorMittal Commercial Denmark ApS Kigkurren 8E 3.tv 2300 Copenhagen S
CVR No.	10090067
Date of formation	18 June 2002
Registered office	Copenhagen
Financial year	1 January 2023 - 31 December 2023
Executive Board	Alex Mørch-Petersen Flemming Nielsen
Auditors	BDO statsautoriseret revisionsaktieselskab CVR-no.: 20222670

Management's Review

The Company's principal activities

The Company's primary activity consists of agency trade with the Parent 's products. The products comprise products of steel sold to the industry.

Development in activities and the financial situation

The Company's Income Statement of the financial year 1 January 2023 - 31 December 2023 shows a result of DKK 1.001.699 and the Balance Sheet at 31 December 2023 a balance sheet total of DKK 3.791.186 and an equity of DKK 2.592.855.

Significant events after the end of the financial year.

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The annual report of ArcelorMittal Commercial Denmark ApS for 2023 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Reporting currency

The annual report is presented in Danish kroner.

General information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost principle.

Income is recognised in the income statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortized cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortization, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the financial statement, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income statement

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised excluding VAT and all discounts granted are recognised in revenue.

Other external expenses

Other external expenses include expenses for distribution, sales, advertising, administration, premises, bad debts, operating leasing expenses etc.

Accounting Policies

Staff costs

Staff costs include wages and salaries including compensated absence and pension to the Companies employees, as well as other social security contributions etc. The item is deducted from refunds from public authorities.

Other staff expenses are recognised in other external expenses.

Financial income and expenses

Financial income and expenses are recognised in the income statement based at the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, financial expenses of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the advance-payment of tax scheme.

Dividends from other investments are recognised as income in the financial year in which the dividends are declared.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance sheet

Deposits

Deposits are measured at cost.

Receivables

Receivables are measured at amortized cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the balance sheet as estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Liabilities

Financial liabilities are recognised initially at the proceeds received net of transaction expenses incurred. In subsequent periods, financial liabilities are measured at amortized cost, corresponding to the capitalized value using the effective interest method, so that the difference between the proceeds and the nominal value is recognised in the income statement over the life of the financial instrument.

Accounting Policies

Mortgage debt is accordingly measured at amortized cost, corresponding to the outstanding balance in case of cash loans. In case of bond loans, amortized cost corresponds to the outstanding balance determined as the underlying cash value of the loans at the time of borrowing adjusted for amortisation of capital losses on the loans over the repayment period.

Other liabilities are measured at net realisable value.

Other payables

Other payables are measured at amortized cost, which usually corresponds to the nominal value.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

	Note	2023 kr.	2022 kr.
Gross profit		8.774.565	8.559.552
Staff costs	1	-7.533.632	-7.381.800
Profit from ordinary operating activities		1.240.933	1.177.752
Financial income from group enterprises		61.482	6.536
Other financial income		5.012	421
Financial expenses		-2.469	-15.972
Profit from ordinary activities before tax		1.304.958	1.168.737
Tax expense on ordinary activities	2	-303.259	-280.876
Profit		1.001.699	887.861
Proposed distribution of results			
Proposed extraordinary dividend recognised in equity		1.880.000	0
Retained earnings		-878.301	887.861
Distribution of profit		1.001.699	887.861

ArcelorMittal Commercial Denmark ApS

Balance Sheet as of 31 December

	Note	2023 kr.	2022 kr.
Assets			
Deposits		55.205	50.078
Investments		55.205	50.078
Fixed assets			
		55.205	50.078
Receivables from group enterprises		3.075.856	3.286.868
Short-term tax receivables		62.000	0
Other receivables		36.511	51.043
Prepayments		45.747	29.145
Receivables		3.220.114	3.367.056
Cash and cash equivalents		515.867	250.319
Current assets		3.735.981	3.617.375
Assets		3.791.186	3.667.453

ArcelorMittal Commercial Denmark ApS

Balance Sheet as of 31 December

	Note	2023 kr.	2022 kr.
Liabilities and equity			
Contributed capital		610.000	610.000
Retained earnings		1.102.855	1.981.155
Proposed extraordinary dividend recognised in equity		880.000	0
Equity		2.592.855	2.591.155
Trade payables		113.874	111.624
Payables to group enterprises		130.028	64.711
Tax payables		303.045	247.358
Other payables		651.384	652.605
Short-term liabilities other than provisions		1.198.331	1.076.298
Liabilities other than provisions within the business		1.198.331	1.076.298
Liabilities and equity		3.791.186	3.667.453
Unrecognised rental and lease commitments	3		
Related parties	4		

Statement of changes in Equity

	Contributed capital	Retained earnings	Extraordinary dividen for the financial year	Total
Equity 1 January 2023	610.000	1.981.155	0	2.591.155
Proposed dividend	0	0	1.880.000	1.880.000
Profit (loss)	0	-878.301	0	-878.301
Extraordinary dividend paid	0	0	-1.000.000	-1.000.000
Equity 31 December 2023	610.000	1.102.854	880.000	2.592.854

Notes

	2023	2022
1. Staff costs		
Wages and salaries	7.266.568	7.320.121
Pension costs	243.019	245.674
Other social security costs	75.184	76.444
Other staff costs	-51.139	-260.439
	<u>7.533.632</u>	<u>7.381.800</u>
Average number of employees	<u>9</u>	<u>9</u>
2. Tax on profit/loss on ordinary activities		
Net income tax	303.045	269.358
Adjustment of tax for previous years	214	11.518
	<u>303.259</u>	<u>280.876</u>

3. Unrecognised rental and lease commitments

Operational lease contracts on car and rent have been concluded for the years 2024 to 2024 in the amount of DKK 1.148 thousand.

4. Related parties

The following shareholders are registered in the Company's register of shareholders, who owns 100% of the share capital:

ArcelorMittal Commercial Section SA
66 Rue de Luxembourg, L-4221 Esch-Sur-Alzette, Luxembourg

The financial statements of ArcelorMittal Commercial Section SA Group are available at:

ArcelorMittal Commercial Section SA
66 Rue de Luxembourg, L-4221 Esch-Sur-Alzette, Luxembourg